

# SMV Curtailment of Refining

Since the SMV is shipping most of its current crude oil output to the USSR, Hungary, Ezechoslovakia and other Satellite countries, the Voesendorf, Okeros-Stockerau, and Moosbierbaum refineries have virtually stopped operating and it now seems likely that these refineries may be released to the Austrian Government when an Austrian State Treaty is concluded.\* SMV plans for the disposition of the Korneuburg refinery are not yet known.

### SMV Pipe Lines

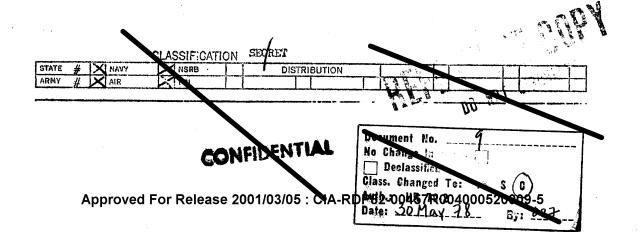
According to SMV oil field employees, both gas and oil are being pumped on a 24 hour basic through two pipe lines leading to Lundenburg, Czechoslovakia. At present, KASURA, Director of the SMV Purchasing Office, and MITEHMAN, SMV purchasing official, are primarily concerned with construction work now under way on a pipe line to Breslau, where the SMV has allegedly established a branch office. SMV employees believe most of the pipe which the SMV is now collecting, as well as pipe which the SMV Purchasing Office is trying to procure, will be used for this pipe line. \*\* It is also rumored that employees drilling projects are now being made in the vicinity of Breslau.

# Exploratory Drillings

3. During the past few days the SMV has made three new exploratory drillings in the area surrounding Matzon and Prottes; but the results of these test drillings are not known.

### SMV Purchases

4. In recent months the SMV has purchased almost all of its barite from the Salbar Company, Lecco, Italy, at a cost of 300 schillings per 100 kilograms plus transportation costs, and some small quantities of barite from the Austrian firm, Montanwerke Brixlegg Gamab. May for 200 schillings per 100 kilograms.



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In order to reduce expense, as well as to be assured of regular deliveries of this commodity, the SMV has arranged with the Hungarian deverament to import a major portion of its barite requirements from Hungary.

- 5. The SMV has also arranged through the Viorna firm, "Chemia" Chemikalieniondels G.m.b.H., Vienna III, Am Heumarkt 10, to make most of its hydrochloric acid purchases from Hungaria Chemischewerke, Ferencearos Illatosuti, Isparoagany, Budapest.
- 6. A few days ago the Soviet Military Bank allocated sufficient funds to the SMV Furchasing Office to clear its outstanding debts on purchases made during October 1949, and to make cash payments for the following purchases:

Firm	Item Purchased	Payment in Schillings
Schoeller-Bleckmann	Deep drilling pumps	67,350.00
Brixlegg Montanwerke G.m.b.H.	Barite	5,307.00
Fernsprechgebührenemt	Telephone bill	2,114.20
Forstverwaltung d. Oesterr. Staatsforste Klausen-Leopold dorf	s- Koud	2,010.75
Othmar Graf Aichelburg Vorm Lederer & Nessenyi	Fire brick	2,347.82
Plansee Metallwerke	midia ateel	66,480.00
"Ghemia" Chemikalien G.m.b.H.	Carbide	25,097.00
"Canada" Tiefbohrgeräte und Maschinenfabrik G.m.b.H.	Deep drilling equipment	7,176.00
Eolzbauwerk Franz Havlicek	Hood	24,362,80
Nonmerzielles Büro für Land- t. Forstwirtschaft, wien 4, Enuptatrasse 57	ท์ood	2 <b>,75</b> 0.00
Adriadne Draht-u. Kabel- worke A.G.	Cablo	17,803.87
Donau Chemie, Liesing	Sulfur	1,539.00
Miener Kabel- und Motall- worke, A.G.	Cable	11,597.93
Juschwneschtrans	Transport charges	62,188.70

#### Import Shirmonts

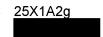
- 7. During the past week, the SMV received the following import shipments:
  - 2 carloads containing 55,100 kilograms of iron pipes from Dnyetrovsk, USSR.
  - l carload containing 370 sacks of barite weighing a total of 18,950 kilograms from the Salbar Company, Lecco, Italy.
  - 2 trucks, estimated weight three and six tone respectively, equipped with electrical measuring devices and electric control panels, a French



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type of truck designed for use in exploratory drillings, from Czechoslovakia for the Schlumberger firm, Stadtlau, Vienna XXII.

within the next few days, a shipment of 16 Tatra-Plan vehicles is scheduled for delivery to the SMV from the Skoda Norks in Czechoslovakia.

#### Dismantling

6. Communist Party workers are still digging up a water pipe system in the Schwadorf area and to date, a total of 1,000 meters of pipe have been transferred to the SMV Lobau warehouse, \*\*\*\*\*\*\*

25X1A6a 25X1A Comment: A report from of gasoline to Uzechoslovakia and Hungary was disseminated as 25X1A2a 25X1A6a 44. Commant: For a pre-25X1A 25X1A2g vious report on the SMV pipe line to Breslau, see In view of numerous reports regarding drillings in the CSR frontier area, it is possible that Breslau has been confused with Breclay, Czechoslovak name for Lundenburg. 25X1A6a Comment: Paragraphs 1 -3 were disseminated as 25X1A2q 35-17-55 25X1A6a 计分类计 <u>Comment:</u> The Schlumberger firm is not listed in the 1949 Vienna telephone directory, the 1949 Handels or Industrie Compass. 25X1A6a 外营营行业 Comment: Previously reported in